

1      Shaun Setareh (SBN 204514)  
      shaun@setarehlaw.com  
2      William M. Pao (SBN 219846)  
      william@setarehlaw.com  
3      Nolan Dilts (SBN 328904)  
      nolan@setarehlaw.com  
4      SETAREH LAW GROUP  
      9665 Wilshire Blvd., Suite 430  
5      Beverly Hills, California 90212  
      Telephone (310) 888-7771  
6      Facsimile (310) 888-0109

7 Attorneys for Plaintiff  
**BRITTANY WYNN**

UNITED STATES DISTRICT COURT  
NORTHERN DISTRICT OF CALIFORNIA  
OAKLAND DIVISION

3 | BRITTANY WYNN, on behalf of herself and  
all others similarly situated,

*Plaintiff,*

V.

7 | UNITED PARCEL SERVICE, INC., an Ohio  
8 | corporation; and DOES 1 through 50,  
inclusive,

### *Defendants.*

Case No. 3:21-cv-10029-CRB

## **CLASS ACTION**

## **FIRST AMENDED COMPLAINT**

## Violation of 15 U.S.C. §§ 1681b(b)(2)(A) (Fair Credit Reporting Act)

**DEMAND FOR JURY TRIAL**

1 COMES NOW, Plaintiff BRITTANY WYNN (hereafter “Plaintiff”), on behalf of herself and all  
 2 others similarly situated, and complains and alleges as follows:

3 **INTRODUCTION**

4 1. Plaintiff brings this class action against defendant UNITED PARCEL SERVICE, INC.,  
 5 an Ohio corporation; and DOES 1 through 50 inclusively (collectively referred to as “Defendants”), for  
 6 alleged violations of the Fair Credit Reporting Act (“FCRA”), 15 U.S.C. §§ 1681 *et sequitur*.

7 2. Plaintiff alleges that Defendants routinely acquire consumer reports to conduct  
 8 background checks on Plaintiff and other prospective, current, and former employees and use  
 9 information from consumer reports in connection with their hiring process without providing proper  
 10 disclosures and without obtaining proper authorization in compliance with the law.

11 3. Plaintiff, individually and on behalf of all others similarly situated current, former, and  
 12 prospective employees, seeks statutory penalties due to Defendants’ systematic and willful violations of  
 13 the FCRA.

14 **JURISDICTION AND VENUE**

15 4. This Court has original subject matter jurisdiction over Plaintiff’s claims pursuant to 28  
 16 U.S.C. section 1331 because these claims seek redress for violation of Plaintiff’s and the putative class’  
 17 federal statutory rights under the Fair Credit Reporting Act (15 U.S.C. §§ 1681 *et seq.*).

18 5. Venue is proper in this District under 28 U.S.C. section 1331(b)(2) and (c) because a  
 19 substantial part of the events and omissions giving rise to the claims alleged in this complaint occurred  
 20 in this District.

21 6. This Court has personal jurisdiction over this matter because Defendants conduct  
 22 substantial business activity in this District, and because many of the unlawful acts described in this  
 23 complaint occurred in this District and gave rise to the claims alleged.

24 **PARTIES**

25 7. Plaintiff is an individual who resides in the State of California.

26 8. Defendant UNITED PARCEL SERVICE, INC. is an Ohio corporation and does  
 27 business in the State of California.

28 9. Plaintiff is ignorant of the true names, capacities, relationships, and extent of

1 participation in the conduct alleged herein of the defendants sued as DOES 1 through 50, inclusive, but  
 2 is informed and believes and thereon alleges that said defendants are legally responsible for the  
 3 wrongful conduct alleged herein and therefore sues these defendants by such fictitious names. Plaintiff  
 4 will amend the Complaint to allege the true names and capacities of the DOE defendants when  
 5 ascertained.

6       10. Plaintiff is informed and believes and thereon alleges that, at all relevant times herein, all  
 7 Defendants were the agents, employees, servants, masters, or employers of the remaining defendants  
 8 and, in doing the things hereinafter alleged, were acting within the course and scope of such agency or  
 9 employment and with the approval and ratification of each of the other Defendants.

10      11. Plaintiff alleges that each and every one of the acts and omissions alleged herein were  
 11 performed by and/or attributable to all Defendants, each acting as agents and/or employees and/or under  
 12 the direction and control of each of the other defendants, and that said acts and failures to act were  
 13 within the course and scope of said agency, employment, and/or direction and control.

#### CLASS ALLEGATIONS

15      12. This action has been brought and may be maintained as a class action pursuant to  
 16 Federal Rules of Civil Procedure 23 because there is a well-defined community of interest among many  
 17 persons who comprise the class defined below.

18      13. **Class Definitions:** The class is defined as follows:

19       **FCRA Class:** All of Defendants' current, former and prospective applicants for  
 20 employment in the United States who applied for a job with Defendants for whom a  
 21 background check was performed at any time during the period beginning five years prior  
 to the filing of this action and ending on the date that final judgment is entered in this  
 action.

22      14. **Revisions to Proposed Class Definitions:** Plaintiff reserves the right to amend or  
 23 modify the class definitions by further division into subclasses and/or by limitation to particular issues  
 24 and/or to exclude improper constituents as may subsequently prove necessary.

25      15. **Numerosity:** The class members are so numerous that the individual joinder of each  
 26 individual class member is impractical. While Plaintiff does not currently know the exact number of  
 27 class members, Plaintiff is informed and believes that the actual number exceeds the minimum required  
 28 for numerosity under federal law.

1       16.     **Commonality and Predominance:** Common questions of law and fact exist as to all  
 2 class members and predominate over any questions that affect only individual class members. These  
 3 questions include, but are not limited to:

- 4           i.    Whether Defendants willfully failed to provide the class with clear and conspicuous,  
                  stand-alone written disclosures before obtaining a background report in compliance with  
                  the statutory mandates;
- 5           ii.    Whether Defendants willfully failed to identify the name, address, telephone number,  
                  and/or website of the consumer reporting agency conducting the investigation;
- 6           iii.    Whether Defendants willfully failed to identify the source of the consumer report to be  
                  performed; and
- 7           iv.    Whether Defendants willfully failed to comply with the FCRA.

8       17.     **Typicality:** Plaintiff's claims are typical of the other class members' claims. Plaintiff is  
 9 informed and believes and thereon alleges that Defendants have a policy, practice, or a lack of a policy  
 10 which resulted in Defendants failing to comply with the FCRA as alleged herein.

11      18.     **Adequacy of Class Representative:** Plaintiff is an adequate class representative in that  
 12 she has no interests that are adverse to, or otherwise in conflict with, the interests of absent class  
 13 members. Plaintiff is dedicated to vigorously prosecuting this action on behalf of class members.  
 14 Plaintiff will fairly and adequately represent and protect the interests of class members.

15      19.     **Adequacy of Class Counsel:** Plaintiff's counsel are adequate class counsel in that they  
 16 have no known conflicts of interest with Plaintiff or absent class members, are experienced in class  
 17 action litigation, and are dedicated to vigorously prosecuting this action on behalf of Plaintiff and absent  
 18 class members.

19      20.     **Superiority:** A class action is vastly superior to other available means for fair and  
 20 efficient adjudication of class members' claims and would be beneficial to the parties and the Court.  
 21 Class-action treatment will allow a number of similarly situated persons to simultaneously and  
 22 efficiently prosecute their common claims in a single forum without the unnecessary duplication of  
 23 effort and expense that numerous individual actions would entail. In addition, the monetary amounts due  
 24 to many individual class members are likely to be relatively small and would thus make it difficult, if  
 25

1 not impossible, for individual class members to both seek and obtain relief. Moreover, a class action will  
 2 serve an important public interest by permitting class members to effectively pursue the recovery of  
 3 monies owed to them. Further, a class action will prevent the potential for inconsistent or contradictory  
 4 judgments inherent in individual litigation.

5 **GENERAL ALLEGATIONS COMMON TO ALL CAUSES OF ACTION**

6 21. The disclosure requirement at issue, 15 U.S.C. section 1681b(b)(2)(A)(i), creates a right  
 7 to information by requiring prospective employers to inform job applicants that they intend to procure  
 8 their consumer reports as part of the employment application process. The authorization requirement,  
 9 Section 1681b(b)(2)(A)(ii), creates a right to privacy by enabling applicants to withhold permission to  
 10 obtain the report from the prospective employer, and a concrete injury when applicants are deprived of  
 11 their ability to meaningfully authorize the background check.

12 22. By failing to provide clear and conspicuous disclosures and/or disclosures that consist  
 13 solely of the disclosure, Defendants have created informational injuries with their failure to comply with  
 14 the FCRA.

15 23. Specifically, the disclosure form provided to Plaintiff and other disclosure forms with  
 16 the same or similar language presented to **FCRA Class Members** by Defendant violated 15 U.S.C.  
 17 section 1681b(b)(2)(A)(i) by including, among other things:

- 18     • a check box requiring Plaintiff to: (1) affirmatively “agree” that her electronic signature is a  
   19       legally binding equivalent to a handwritten signature; and (2) affirmatively “acknowledge”  
   20       that she has carefully reviewed “this Agreement,” and “understands the Agreement’s  
   21       contents.” *See Syed v. M-I, LLC*, 853 F.3d 492 (9th Cir. 2017) (holding that a liability  
   22       waiver violated the stand-alone disclosure requirements and that there are no implicit  
   23       exceptions to the requirement that the document consist “solely” of the disclosure); *Gilberg*  
   24       *v. California Check Cashing Stores, Inc.*, 913 F.3d 1169 (9th Cir. 2019) (agreeing with *Syed*  
   25       and noting that its holding and analysis were not limited to liability waivers).
- 26     • A misstatement of the law that: “These consumer reports may be obtained by UPS at any  
   27       time after the receipt of your authorization to obtain the reports, and, if you are hired by  
   28       UPS, throughout your employment with UPS, subject to applicable law.”

1     • External links throughout the webpage which are extraneous and not clear and conspicuous,  
2         including, for example:

3             ○ Tabs across the top of the page titled “Home”, “About UPS”, “Career Areas”, and  
4                 “Working at UPS”;

5             ○ A search window reading “SEARCH JOBS”;

6             ○ A location identifier (here “United States”) along with a link to “Change Location”;

7             ○ A dropdown menu containing the applicant’s name and profile options;

8             ○ Yellow tabs titled “My Applications” and “Edit Profile”;

9             ○ Three progress bars indicating how far along in the “Online Application”, “Job  
10                 Offer”, and “Onboarding” process the applicant is at the time as a percentage;

11             ○ A yellow button titled “Document List”;

12             ○ A yellow button titled “Continue”;

13             ○ Links to various social media platforms under the words, “Stay Connected”,  
14                 including Facebook, Twitter, LinkedIn, Glassdoor, and Instagram;

15             ○ Links at the bottom of the page titled “Contact Us”, “Disability Accommodation  
16                 Request”, “FAQ”, “Pay Transparency Policy”, “Status Enquiries”, “UPS EEO”,  
17                 “Privacy Notice”, “Service Terms and Conditions”, “Website Terms of Use”, and  
18                 “Protect Against Fraud”.

19         24. Accordingly, Plaintiff discovered Defendant UPS’s violation(s) within the last two years  
20         when she obtained and reviewed her personnel file from Defendant UPS and discovered that Defendant  
21         UPS had procured and/or caused to be procured a ‘consumer report’ regarding her for employment  
22         purposes without furnishing a compliant disclosure that consisted solely of the disclosure and obtaining  
23         written authorization from Plaintiff prior to procuring a background check report on Plaintiff.

24             **FIRST CAUSE OF ACTION**

25             **FAILURE TO MAKE PROPER DISCLOSURE IN VIOLATION OF THE FCRA**

26             **(15 U.S.C. §§ 1681b(b)(2)(A))**

27             **(By Plaintiff and the FCRA Class Against All Defendants)**

28         25. Plaintiff incorporates all paragraphs of this Complaint as if fully alleged herein.

1       26. Defendants are “persons” as defined by § 1681a(b) of the FCRA.

2       27. Plaintiff and **FCRA Class** members are “consumers” within the meaning of § 1681a(c)  
3 of the FCRA, because they are individuals.

4       28. Section 1681a(d)(1) of the FCRA defines “consumer report” as

5              any written, oral, or other communication of any information by a consumer reporting  
6 agency bearing on a consumer’s credit worthiness, credit standing, credit capacity,  
7 character, general reputation, personal characteristics, or mode of living which is used or  
expected to be used or collected in whole or in part for the purpose of serving as a factor  
in establishing the consumer’s eligibility...for employment purposes.

8 As defined, a credit or background report qualifies as a consumer report.

9       29. Section 1681b(b) of the FCRA provides, in relevant part:

10              Conditions for furnishing and using consumer reports for employment purposes

11              (b) Conditions for furnishing and using consumer reports for employment purposes

12                  ...[¶]...

13                  (2) Disclosure to consumer

14                      (A) In general

15                      Except as provided in subparagraph (B), a person may not procure a consumer  
report, or cause a consumer report to be procured, for employment purposes with  
respect to any consumer, unless-

16                          (i) a ***clear and conspicuous*** disclosure has been made in writing to the  
17 consumer at any time before the report is procured or caused to be  
procured, in a document that ***consists solely of the disclosure***, that a  
18 consumer report may be obtained for employment purposes; and

19                          (ii) the consumer has authorized in writing (which authorization may be  
made on the document referred to in clause (i)) the procurement of the  
report by that person.

20              (Emphasis added.)

21

22       30. Section 1681b(b)(2)(A)(i) requires that a clear and conspicuous disclosure be made in  
writing.

23

24       31. As described above, Plaintiff alleges, on information and belief, that in evaluating her  
and other class members for employment, Defendants procured or caused to be prepared credit and  
background reports (i.e., a consumer report and/or investigative consumer report, as defined by 15  
U.S.C. § 1681a(d)(1)(B) and 15 U.S.C. § 1681a(e)).

25

26

27       32. Under the FCRA, it is unlawful to procure or caused to be procured a consumer report or

1 investigative consumer report for employment purposes unless the disclosure is made in a document that  
2 consists solely of the disclosure and the consumer has authorized, in writing, the procurement of the  
3 report. 15 U.S.C. § 1681b(b)(2)(A)(i)–(ii). Lack of disclosure, therefore, violates § 1681b(b)(2)(A) of  
4 the FCRA.

5       33.     Although the disclosure and the authorization may be combined in a single document,  
6 the Federal Trade Commission (“FTC”) has warned that the form should not include any extraneous  
7 information nor be part of another document. For example, in response to an inquiry as to whether the  
8 disclosure may be set forth within an application for employment or whether it must be included in a  
9 separate document, the FTC stated:

The disclosure may not be part of an employment application because the language [of 15 U.S.C. § 1681b(b)(2)(A) is] intended to ensure that it appears conspicuously in a document not encumbered by any other information. The reason for requiring that the disclosure be in a stand-alone document is to prevent consumers from being distracted by other information side-by-side within the disclosure.

3 34. Defendants' conduct in violation of Section 1681b(b)(2)(A) of the FCRA was and is  
4 willful. Defendants acted in deliberate or reckless disregard of their obligations and the rights of  
5 applicants and employees, including Plaintiff and class members. Defendants' willful conduct is  
6 reflected by, among other things, the following facts:

- i. Defendants are large entities with access to legal advice;
- ii. The plain language of the statute unambiguously indicates that lack of disclosure and authorization violates the disclosure and authorization requirements;

35. Accordingly, Defendants willfully violated and continue to violate the FCRA including, but limited to, § 1681b(b)(2)(A). Defendants' willful conduct is reflected by, among other things, the set forth above.

36. Plaintiff, on behalf of herself and all **FCRA Class** members, seeks remedies pursuant to  
15 U.S.C. § 1681n, including statutory penalties, punitive damages, attorneys' fees, and costs.

## **PRAYER FOR RELIEF**

WHEREFORE, Plaintiff, on behalf of Plaintiff and all others similarly situated, prays for relief and judgment against Defendants as follows:

A. An order that the action be certified as a class action:

1           B. An order that Plaintiff be appointed class representative;

2           C. An order that counsel for Plaintiff be appointed class counsel;

3           D. Statutory penalties;

4           E. Punitive damages;

5           F. Injunctive relief;

6           G. Costs of suit;

7           H. Interest;

8           I. Reasonable attorneys' fees; and

9           J. Such other relief as the Court deems just and proper or as authorized by statute.

10           **DEMAND FOR JURY TRIAL**

11           Plaintiff, on behalf of Plaintiff and all others similarly situated, hereby demands a jury trial on all  
12 issues so triable.

14 DATED: November 1, 2022

SETAREH LAW GROUP

16           \_\_\_\_\_  
17           */s/ Shaun Setareh*  
18           SHAUN SETAREH  
19           WILLIAM M. PAO  
20           NOLAN DILTS  
21           Attorneys for Plaintiff  
22           BRITTANY WYNN